



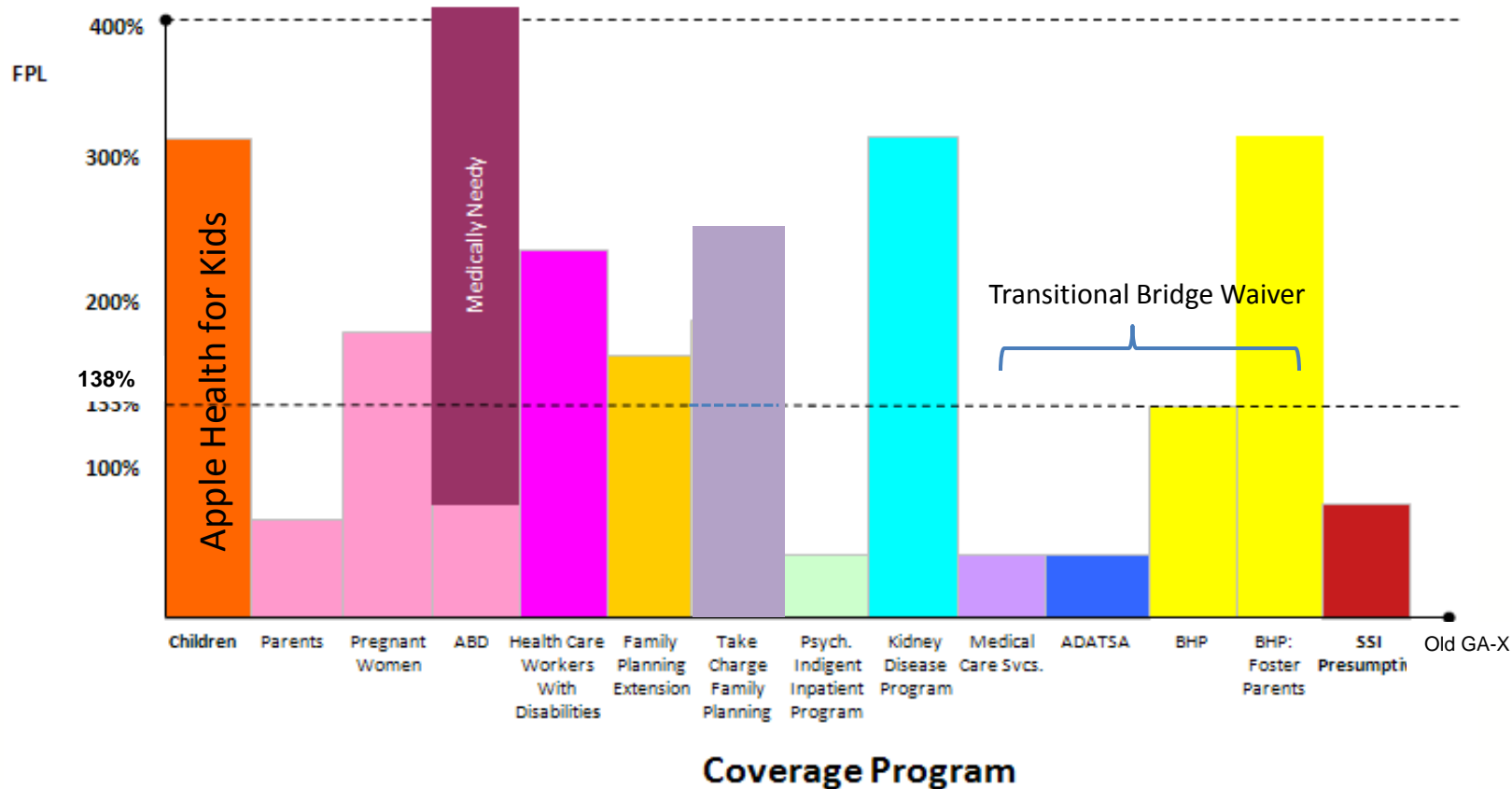
ACA's Impact on Washington State

August 7, 2013

Nathan Johnson, Division Director, Health Care Policy

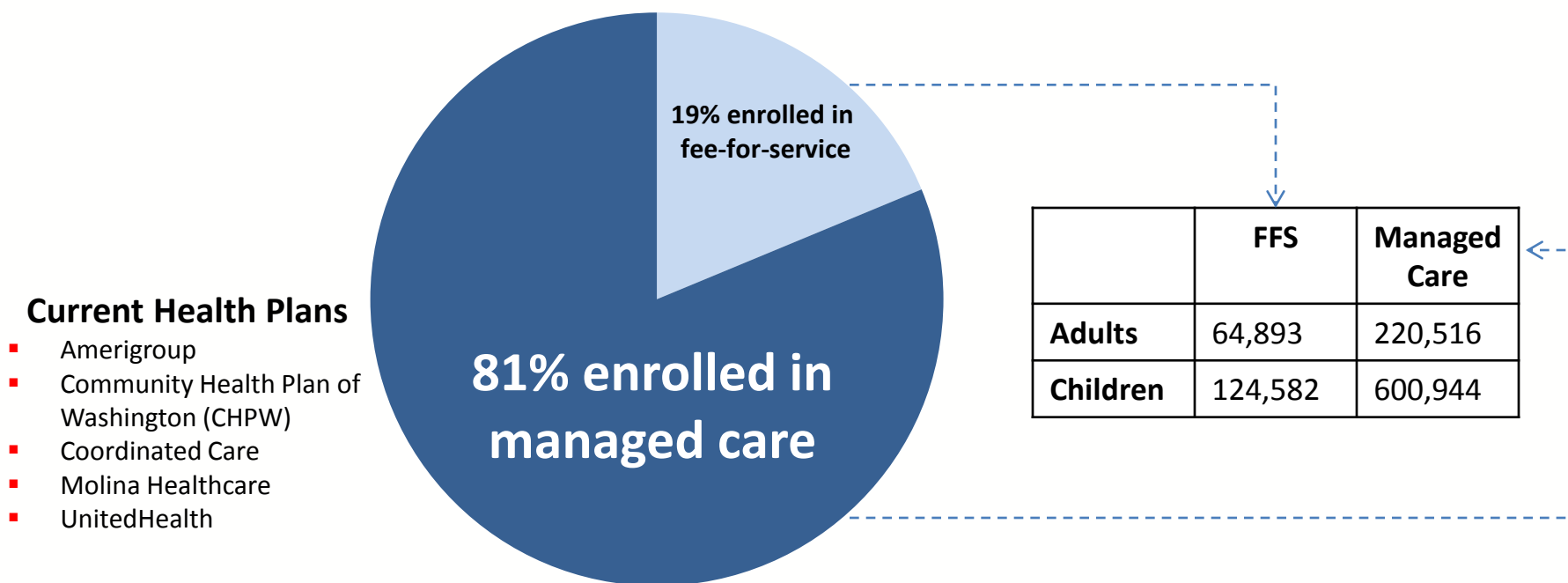
Medicaid Today in Washington State

By Program



Washington's Current Coverage

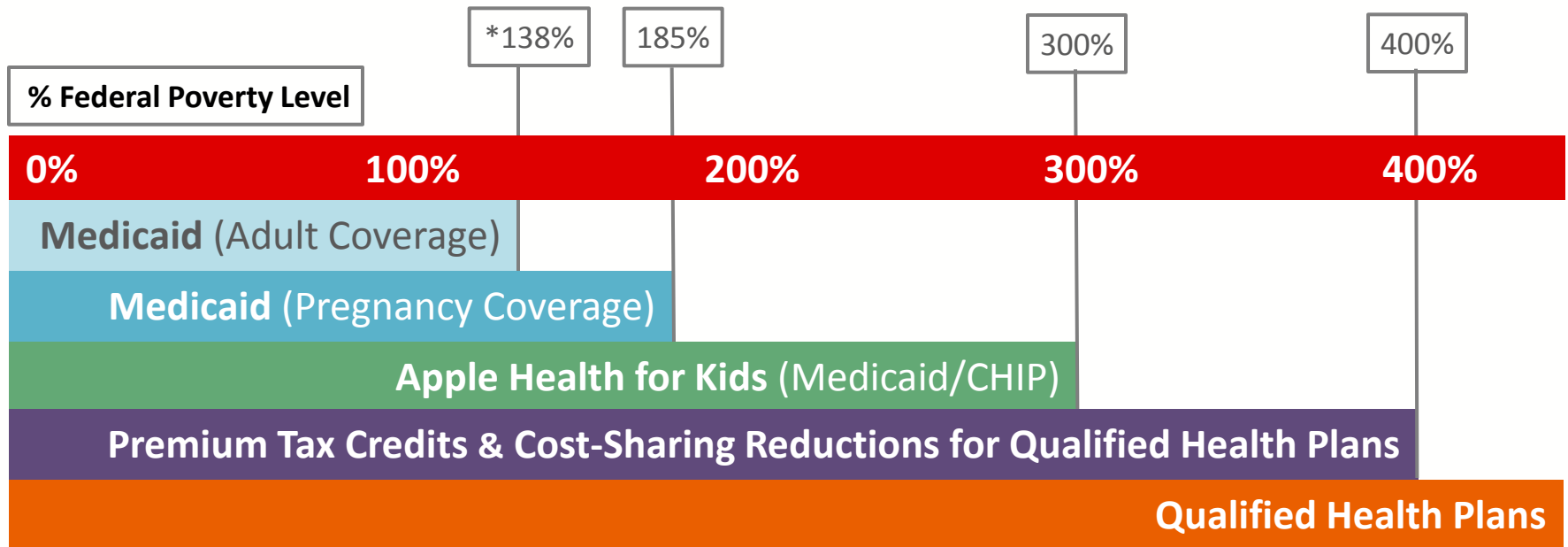
Just over 1 million individuals receive their full medical coverage from Medicaid
(excludes duals, partial duals, family planning-only and alien emergency medical.)



Source: Medicaid Assistance Eligible Persons Report – *Preliminary* December Enrollment; Basic Health Monthly Enrollment December 2012

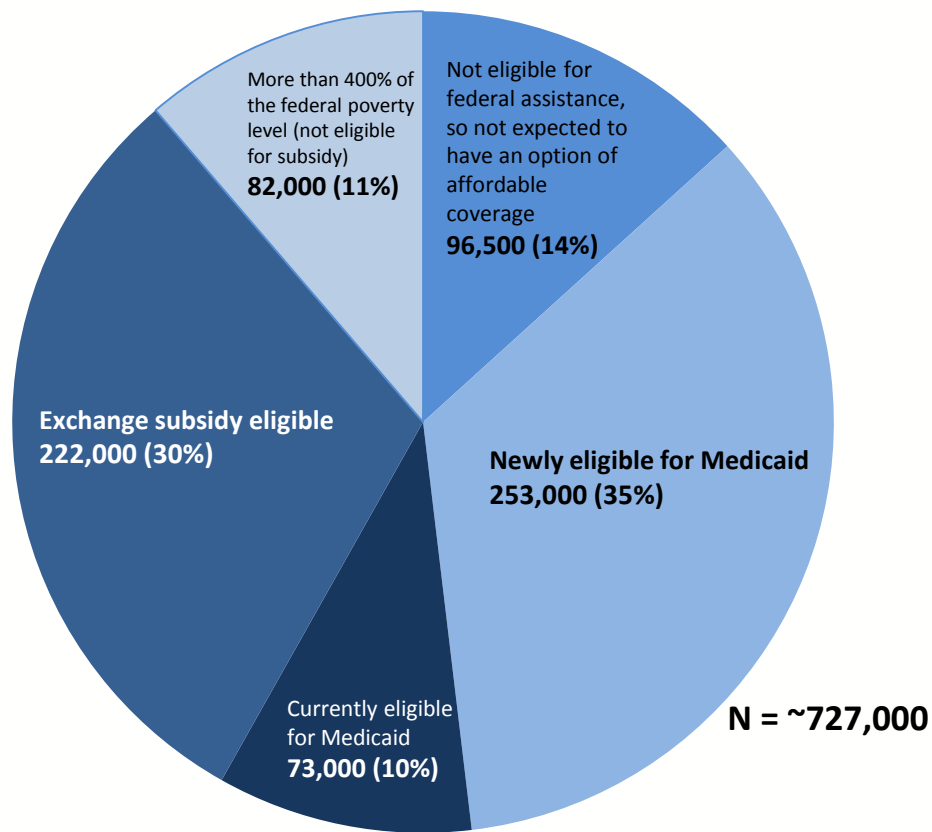
Washington's Future: Coverage in 2014

New Continuum of Affordable Options



* The ACA's "133% of the FPL" is effectively 138% of the FPL because of a 5% across-the-board income disregard

~85% of Washington's uninsured adults will have access to affordable coverage under full implementation of the ACA

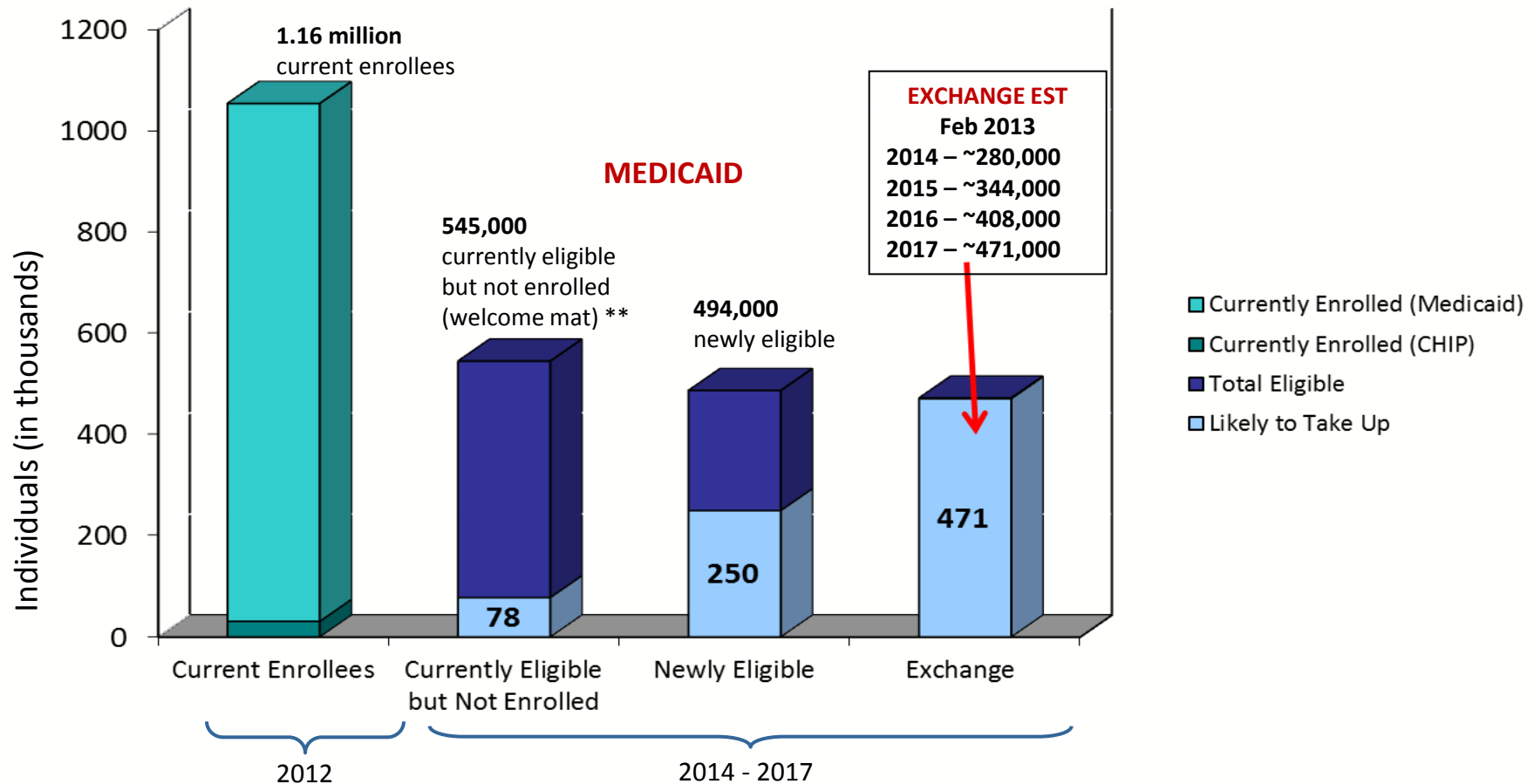


Source: Urban Institute Analysis of Augmented WA State Database

2014 Washington Medicaid

- **CHURN:** Changing life circumstances & different Medicaid eligibility levels for children, parents & pregnant women addressed through coverage options made possible by ACA
- **APPLE HEALTH PLUS:** Exchange QHPs participate in Medicaid on limited basis to serve adult churners and children of Exchange parents. Populations served:
 - **Medicaid/CHIP eligible children** of parents enrolled in QHP
 - **Pregnant women**, return to same QHP after post-partum period
 - **Adult churners**, served through Apple Health Plus option until next open-enrollment period

Coverage After ACA Implementation

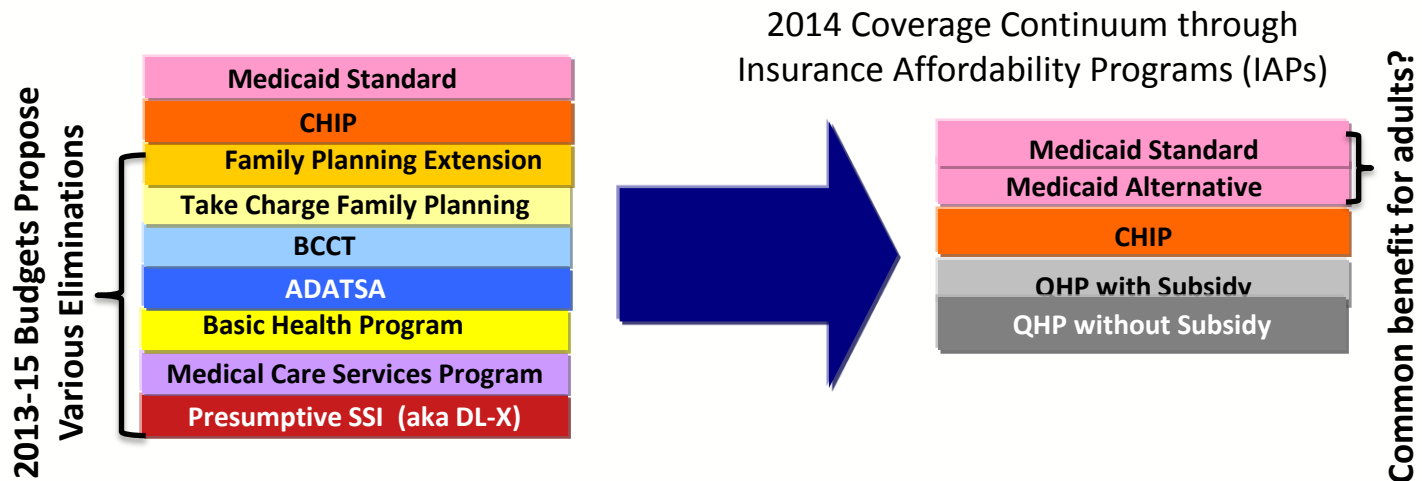


Note: Analysis forecast assumes full take up rate and the ACA was in effect in 2011.

**Includes individuals who have access to other coverage (e.g., employer sponsored insurance). Sources: The ACA Medicaid Expansion in Washington, Health Policy Center, Urban Institute (May 2012); The ACA Basic Health Program in Washington State, Health Policy Center, Urban Institute (May 2012); Milliman Market Analysis; and Washington Health Care Authority for Medicaid/CHIP enrollment.

Biennial Budget Details

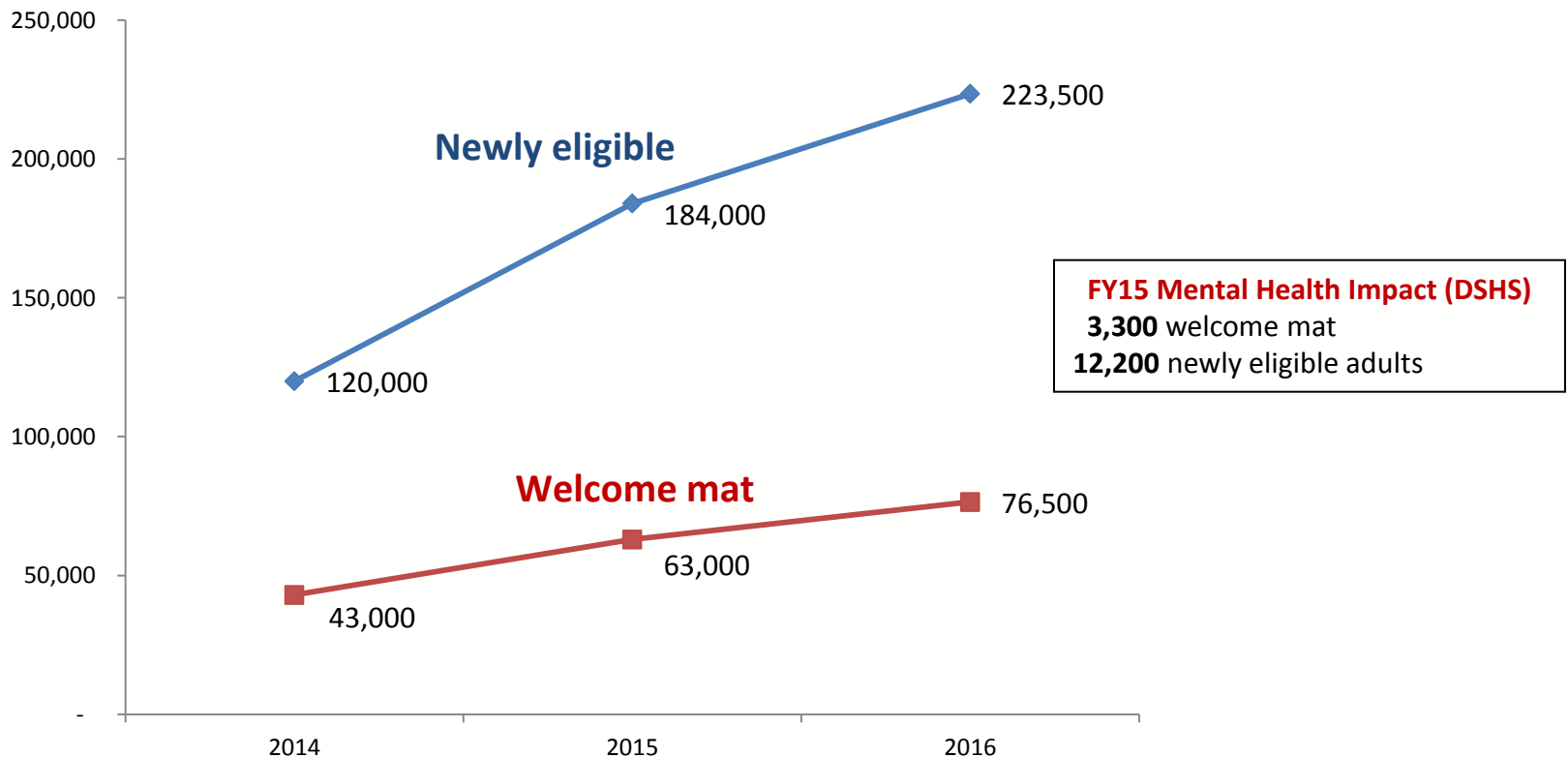
- Expenditure authority for Medicaid expansion (*\$300 million savings assumed*)
- Streamlined programs



- Common benefits for adults **(except for habilitation)**

Enrollment Ramp-Up: 2014-2016

Financial models assume Medicaid Expansion (*newly eligible adults*) and Welcome Mat (*currently eligible but not enrolled*) caseloads will ramp up over time.

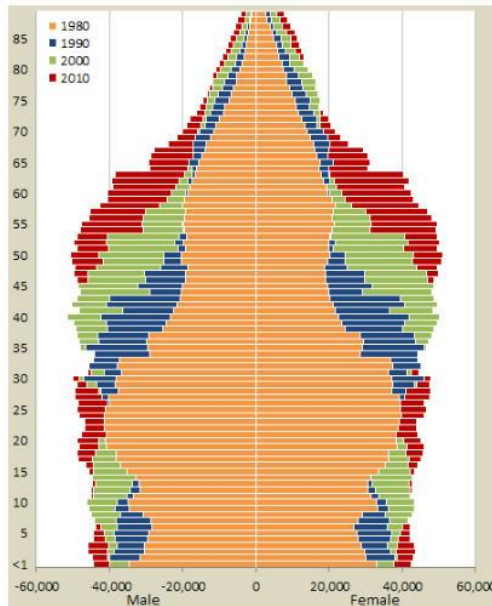


Based on: Buettgens, et al. The ACA Medicaid Expansion in Washington. The Urban Institute.

Washington's Medicaid Expansion Goals

- **Streamline administrative processes** to capitalize on opportunities
- **Leverage new federal financing opportunities** to ensure the Medicaid expansion is sustainable
- **Maximize use of technology** to create consumer-friendly application/enrollment/renewal experience
- **Maximize continuity of coverage & care** as individuals move between subsidized coverage options
- **Reform the WASHINGTON WAY**—comply with, or seek waiver from, specific ACA requirements related to coverage and eligibility, as needs are identified

Our Future Challenge



Silos & Fragmented Care
and aging of
Washington's population

- Medicaid delivery system silos
 - Managed care, fee-for-service
 - County-based behavioral health
 - Dual-eligibles
 - Long-term care
- Fragmented service delivery
- Service needs & risk factors overlap in high-risk populations
- Incentives & reimbursement structures not aligned to achieve outcomes

■ **EXISTING DESIGN NOT SUSTAINABLE**

Planning for Success: SIM & SHCIP

CMMI State Innovation Models (SIM):

A Center for Medicare and Medicaid Innovation grant program to identify and spread health practices that result in better health and better care at lower costs.

Washington State SIM:

1 of 3 states awarded a nearly \$1 million model pre-testing grant to fund collaborative development of a five-year plan for health innovation. In Washington, the effort is called:

State Health Care Innovation Planning

Two Streams of Focus to Drive the Work



- ❑ **Promote well-being and eliminate systemic barriers to health and recovery** for individuals at risk for or experiencing mental health and substance abuse challenges

- ❑ **Multipayer, purchaser and provider transformation**

- ❑ Payment approaches supporting coordinated care
- ❑ Evidence-based care reducing unwarranted variation
- ❑ Consumer engagement
- ❑ Infrastructure
- ❑ Strengthen purchaser alignment and influence



Washington State Health Care Authority

- Countdown to Coverage webinar series
 - For information about the Medicaid expansion:
 - <http://www.hca.wa.gov/hcr/me>
- Web-sites: <http://www.hca.wa.gov/>
 - For more about the mental health system / RSNs
 - <http://www1.dshs.wa.gov/mentalhealth/index.shtml>
 - <http://www.dshs.wa.gov/dbhr/rsn.shtml>
 - To contact the HCA concerning the Medicaid expansion:
 - medicaidexpansion2014@hca.wa.gov
 - State Health Care Innovation Planning:
<http://www.hca.wa.gov/shcip/Pages/default.aspx>